

## Message Text

UNCLASSIFIED

PAGE 01 MANAGU 03163 150203Z

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ACTION OPIC-06

INFO OCT-01 ARA-10 ISO-00 EB-07 COME-00 FRB-01 TRSE-00

/025 W

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R 142100Z AUG 75

FM AMEMBASSY MANAGUA

TO SECSTATE WASHDC 7727

INFO AMEMBASSY GUATEMALA

AMEMBASSY SAN JOSE

AMEMBASSY SAN SALVADOR

AMEMBASSY TEGUCIGALPA

UNCLAS MANAGUA 3163

FOR OPIC

E.O. 11652: NA

TAGS: EINV, NU

SUBJECT: POLITICAL RISK CONVERTIBILITY INSURANCE (OPIC)

REF: STATE 191056

1. NICARAGUA GUARANTEES FOREIGN INVESTORS COMPLETELY FREE CONVERTIBILITY. THERE IS NO ACTIVE OR PASSIVE BLOCKAGE OF TRANSFER OF FUNDS OF ANY TYPE.

2. ALTHOUGH NICARAGUA IS CURRENTLY RUNNING A SUBSTANTIAL TRADE DEFICIT, AGGRAVATED BY PETROLEUM IMPORT PRICES, INFLOW OF PRIVATE FOREIGN CAPITAL AND LARGE AMOUNTS OF OFFICIAL FOREIGN AID HAVE KEPT NICARAGUA'S PAYMENTS IN BALANCE. FOREIGN RESERVES ARE ADEQUATE AND NO IMMEDIATE BALANCE OF PAYMENTS PRESSURE IS EXPECTED. FREE CONVERTIBILITY SHOULD CONTINUE TO BE THE EFFECTIVE POLICY IN THE FORESEEABLE FUTURE. THE NICARAGUAN GOVERNMENT IS IDEALOGICSTLY IN FAVOR OF A FREE-MARKET ECONOMY, AND FREE CONVERTIBILITY IS AN IMPORTANT ELEMENT OF ITS ECONOMIC POLICY.

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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** POLICIES, CONVERTIBLE FOREIGN EXCHANGE, INVESTMENT GUARANTEES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 14 AUG 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Authority:** n/a  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 JAN 1960  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975MANAGU03163  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D750281-1163  
**From:** MANAGUA  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1975/newtext/t19750853/aaaabukl.tel  
**Line Count:** 52  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION OPIC  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 1  
**Previous Channel Indicators:** n/a  
**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** 75 STATE 191056  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** ellisoob  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 21 FEB 2003  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <21 FEB 2003 by ReddocGW>; APPROVED <09 FEB 2004 by ellisoob>  
**Review Markings:**

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**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** POLITICAL RISK CONVERTIBILITY INSURANCE (OPIC)  
**TAGS:** EINV, NU  
**To:** STATE  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006